

OVERVIEW OF BUDGET

DEPARTMENT: REDEVELOPMENT AGENCY
REDEVELOPMENT ADMINISTRATOR: JOHN NOWAK

The Redevelopment Agency of the County of San Bernardino was established in 1980 under the California Community Redevelopment Act. Although a study was made at that time to assess the feasibility of establishing one or more redevelopment project areas, no projects were created. However, the proposal to build a speedway on a portion of the site once occupied by the Kaiser Steel Plant near Fontana stimulated new interest in redevelopment. As a result of that interest, in 1995 the entire former Kaiser site and other blighted industrial property in its vicinity were incorporated into a project called the San Sevaire Redevelopment Project. The major objectives of the project are to encourage private sector investment in the development and redevelopment of the area by removing impediments to growth, eliminating and/or preventing the spread of blight and deterioration, and correcting infrastructure deficiencies.

In 1993 the Victor Valley Redevelopment Project was established for the purpose of providing economic development to the former George Air Force Base. The Project Area was a joint project of the Cities of Adelanto, Hesperia, Victorville, the Town of Apple Valley, and the County of San Bernardino. The Project is under the direction of the Victor Valley Economic Development Authority (VVEDA) and is administered by the City of Victorville. The county receives a portion of the tax increment generated within the unincorporated area of the project, which is accounted for in two new budget units created for 2003-04.

The following are the budget units that the Redevelopment Agency oversees:

	2003-04			
	Appropriation	Revenue	Fund Balance	Staffing
Operating Fund	5,847,251	1,586,200	4,261,051	2.9
Housing Fund	4,900,887	632,900	4,267,987	-
Debt Service Fund	4,601,251	3,664,296	936,955	-
RDA Capital Projects	7,256,559	73,350	7,183,209	-
RDA Housing Projects	252,251	4,350	247,901	
VVEDA	830,219	174,415	655,804	
VVEDA Housing	<u>252,685</u>	<u>43,604</u>	<u>209,081</u>	<u>-</u>
TOTAL	23,941,103	6,179,115	17,761,988	2.9

BUDGET UNIT: OPERATING FUND (SPF RDA)

I. GENERAL PROGRAM STATEMENT

This operating fund was created to account for the Redevelopment Agency's administrative functions, including staffing requirements.

II. BUDGET & WORKLOAD HISTORY

	Actual 2001-02	Budget 2002-03	Estimated 2002-03	Department Request 2003-04
Total Appropriation	(654,012)	5,203,818	771,899	5,847,251
Total Financing Sources	<u>134,455</u>	<u>1,665,118</u>	<u>1,494,250</u>	<u>1,586,200</u>
Fund Balance		3,538,700		4,261,051
Budgeted Staffing		2.1		2.9

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual expenditures in this fund are typically less than budgeted. The amount not expended is carried over to the subsequent year's budget.

REDEVELOPMENT AGENCY

III. HIGHLIGHTS OF RECOMMENDED PROGRAM FUNDED ADJUSTMENTS

STAFFING CHANGES

Budgeted staffing has a net increase of 0.9 positions. A part time contract position (0.1) was deleted. As discussed during the RDA Board workshop on February 25, 2003, 1.0 Redevelopment Analyst position was added.

PROGRAM CHANGES

None.

OTHER CHANGES

None.

IV. VACANT POSITION IMPACT

None.

V. OTHER POLICY ITEMS

None.

VI. FEE CHANGES

None.

DEPARTMENT: Redevelopment Agency - Operating Fund
FUND: Special Revenue SPF RDA

ACTIVITY: Other General

ANALYSIS OF 2003-04 BUDGET

	A	B	C	D	B+C+D E Board Approved Base Budget
	2002-03 Year-End Estimates	2002-03 Final Budget	Base Year Adjustments	Mid-Year Adjustments	
<u>Appropriation</u>					
Salaries and Benefits	209,775	183,454	9,101	42,617	235,172
Services and Supplies	207,286	4,691,649	(26)	-	4,691,623
Central Computer	1,438	1,438	(880)	-	558
Other Charges	20,000	20,000	-	-	20,000
Transfers	<u>333,400</u>	<u>348,400</u>	<u>-</u>	<u>-</u>	<u>348,400</u>
Total Exp Authority	771,899	5,244,941	8,195	42,617	5,295,753
Reimbursements	<u>-</u>	<u>(41,123)</u>	<u>-</u>	<u>-</u>	<u>(41,123)</u>
Total Appropriation	771,899	5,203,818	8,195	42,617	5,254,630
<u>Revenue</u>					
Use of Money & Prop	<u>109,450</u>	<u>140,000</u>	<u>-</u>	<u>-</u>	<u>140,000</u>
Total Revenue	109,450	140,000	-	-	140,000
Operating Transfers In	<u>1,384,800</u>	<u>1,525,118</u>	<u>8,195</u>	<u>42,617</u>	<u>1,575,930</u>
Total Financing Sources	1,494,250	1,665,118	8,195	42,617	1,715,930
Fund Balance		3,538,700	-	-	3,538,700
Budgeted Staffing		2.1		(0.1)	2.0

GROUP: Economic Development/public Services
DEPARTMENT: Redevelopment Agency - Operating Fund
FUND: Special Revenue SPF RDA

FUNCTION: General
ACTIVITY: Other General

ANALYSIS OF 2003-04 BUDGET

	B+C+D E Board Approved Base Budget	F Recommended Program Funded Adjustments	E+F G 2003-04 Department Request	H Vacant Position Impact	G+H I 2003-04 Proposed Budget (Adjusted)	J Recommended Vacant Restoration	I+J K 2003-04 Recommended Budget
<u>Appropriation</u>							
Salaries and Benefits	235,172	28,793	263,965	-	263,965	-	263,965
Services and Supplies	4,691,623	777,625	5,469,248	-	5,469,248	-	5,469,248
Central Computer	558	-	558	-	558	-	558
Other Changes	20,000	-	20,000	-	20,000	-	20,000
Transfers	348,400	49,936	398,336	-	398,336	-	398,336
Total Exp Authority	5,295,753	856,354	6,152,107	-	6,152,107	-	6,152,107
Reimbursements	(41,123)	(263,733)	(304,856)	-	(304,856)	-	(304,856)
Total Appropriation	5,254,630	592,621	5,847,251	-	5,847,251	-	5,847,251
<u>Revenue</u>					-		-
Use of Money & Prop	140,000	(62,000)	78,000	-	78,000	-	78,000
Total Revenue	140,000	(62,000)	78,000	-	78,000	-	78,000
Operating Transfer In	1,575,930	(67,730)	1,508,200	-	1,508,200	-	1,508,200
Total Financing Sources	1,715,930	(129,730)	1,586,200	-	1,586,200	-	1,586,200
Fund Balance	3,538,700	722,351	4,261,051	-	4,261,051	-	4,261,051
Budgeted Staffing	2.0	0.9	2.9		2.9		2.9

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Base Year Adjustments		
Salaries and Benefits	3,294	MOU increases.
	5,807	Retirement increases.
	<u>9,101</u>	
Services and Supplies	<u>(26)</u>	Decrease in EHAP charges.
Central Computer	<u>(880)</u>	Decrease in ISD charges.
Total Base Year Appropriation	<u>8,195</u>	
Total Base Year Sources	<u>8,195</u>	Increase in revenue to cover base year adjustments.
Total Base year Fund Balance	<u>-</u>	

Mid-Year Adjustments		
Salaries and Benefits	132,252	Add 0.9 contract RDA Administrator position-Board approved March 25, 2003.
	<u>(89,635)</u>	Delete (1.0) Redevelopment Program Manager position.
	<u>42,617</u>	
Total Mid-Year Appropriation	<u>42,617</u>	
Total Mid-Year Sources	<u>42,617</u>	Increase in revenue to cover mid-year adjustments.
Total Mid-Year Fund Balance	<u>-</u>	

Recommended Program Funded Adjustments		
Salaries and Benefits	(38,848)	Delete (0.1) Contract Redevelopment Coordinator position.
	67,243	Add 1.0 RDA Analyst position.
	<u>398</u>	Misc changes in salaries and benefits.
	<u>28,793</u>	
Services and Supplies	401,828	Increase in other professional services based on additional fund balance.
	77,300	Increase in other professional services based on professional services required for various projects.
	300,000	Professional services for special redevelopment studies.
	(11,300)	Rent expense moved to transfers-out.
	(365)	EHAP moved to transfers-out.
	<u>10,162</u>	Net change to all other expenditures in this category.
	<u>777,625</u>	
Transfers	50,000	General plan update support.
	365	EHAP moved from services and supplies.
	11,055	Rent expense moved from services and supplies.
	<u>(11,484)</u>	Decreased cost of ED/PSG administrative support and economic subgroup services.
	<u>49,936</u>	
Reimbursements	(304,856)	Reimbursement for RDA administrative expenses from Housing Fund (\$265,190), VVEDA (\$19,833), VVEDA Housing (\$19,833) .
	<u>41,123</u>	Reduction in reimbursement of non San Sevaire RDA costs from ED/PSG-Admin.
	<u>(263,733)</u>	
Total Appropriation	<u>592,621</u>	
Revenue	<u>(62,000)</u>	Decrease in interest revenue.
Operating Transfers-In	<u>(67,730)</u>	Decrease in other financing sources from the debt service fund due to increase in bond pmt, and base year and mid-year adjustments.
Total Financing Sources	<u>(129,730)</u>	
Fund Balance	<u>722,351</u>	